

FISCAL NOTE

SB 1814 - HB 1685

March 24, 2001

SUMMARY OF BILL: Authorizes a municipality with a population not less than 35,050 and not more than 35,070 (Dickson County) to impose a hotel/motel tax on establishments within the city limits. The provisions of the bill would allow the city hotel/motel tax to be added over and above the county hotel/motel tax.

Under existing law, TCA 67-4-1425, county governments may impose a hotel/motel tax on establishments within a county. A municipality may also impose a hotel/motel tax on establishments within city limits. However,

- If a municipality has already imposed a tax, the county tax does not apply to establishments inside the city limits.
- If a municipality has not already imposed a tax, the county tax supercedes any authority of the municipality to impose a tax.

ESTIMATED FISCAL IMPACT:

Increase Local Govt. Revenues - Exceeds \$100,000/Permissive

Estimate assumes:

- The total increase in local government revenues is unable to be determined but can be reasonably estimated to exceed \$100,000 and is permissive.
- Revenue assumptions are based upon ratification by all of the six municipal governments within Dickson County.

For informational purposes, based on information provided by the Department of Revenue, Dickson County collects approximately \$325,000 from the hotel/motel tax per year. Approximately one-third of these revenues is generated within the city limits of municipal governments in the county.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director